



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

January 15, 1986

Mr. John Kuppe
Financial Vice President
Kerley Industries
2801 West Osborn
Phoenix, Arizona 84061

Dear Mr. Kuppe:

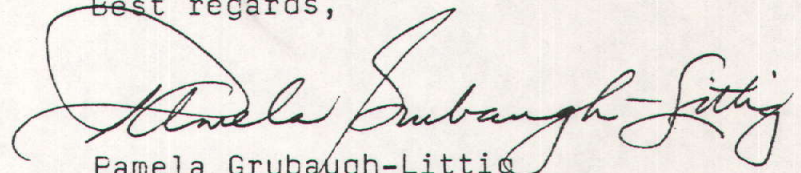
RE: Noncoal Bond Form, Silver Reef Mine, ACT/053/002,
Washington County, Utah

Enclosed please find a bond form for your use. I spoke with Mr. Ron Ashcroft who told me that you would be posting a surety bond to replace Certificate of Deposit # [REDACTED]

The letter sent to Mr. Ashcroft dated Spetmeber 27, 1985 stated that \$59,474.00 (1986 dollars) should be posted by October 31, 1985. Please submit the surety bond in the amount of \$61,728.00 (1987 dollars) by February 3, 1986. (The escalation rate of 3.79 percent was used in the calculation.) It is the policy of the Division to post reclamation sureties in dollars at least one year hence.

If you have any questions, please call me. Thank you for your cooperation.

Best regards,


Pamela Grubaugh-Littig
Reclamation Engineer

btb
Enclosures
cc: John Whitehead
8808R-29